<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

State of New Mexico

Form C-101 Permit 131930

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL	RE-ENTER, DEEPEN	PLUGBACK, OF	R ADD A ZONE
THE DECITION OF THE PROPERTY OF THE PER	THE TRANSPORT		CILD DIE LOUIL

	r Name and Address	2. OGRID Number	
	ENERGY II, LP	247128	
	West Illinois nd. TX 79701	3. API Number	
IVIIOIA	111 / / / / / /	30-05-29181	
4. Property Code	5. Property Name	6. Well No.	
303735	ROCK QUEEN UNIT	312	

7. Surface Location

3	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	В	34	13S	31E	В	500	N	1650	E	CHAVES

8. Pool Information

CAPROCK:OUEEN	8559

Additional Well Information

9. Work Type New Well	10. Well 7 OIL	10. Well Type 11. Cable Rotary OIL		12. Lesse Type Private	13. Ground Level Elevation 4423
14. Multiple N	14. Multiple 15. Proposed N 3100		16. Formation Queen	17. Contractor	18. Spud Date 8/1/2011
Depth to Ground	Depth to Ground water		Distance from nearest fre	sh water well	Distance to nearest surface water
Pit: Liner: Synthetic Closed Loop Syste		nils thick Clay	Pit Volume:	bbls Drilling Method: Fresh Water X Brine	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	11	8.625	24	350	135	0
Prod	7.875	5.5	15.5	3100	160	0

Casing/Cement Program: Additional Comments

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRam	5000	5000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION			
NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .	Approved By: Paul Kautz			
Printed Name: Electronically filed by John Lodge	Title: Geologist			
Title:	Approved Date: 5/23/2011 Expiration Date: 5/23/2013			
Email Address: jlodge@celeroenergy.com				
Date: 5/17/2011 Phone: 432-686-1883	4			

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240 DISTRICT II 1301 W. GRAND AVENUE, ARTESIA, NM 88210 DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 DISTRICT IV 11885 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised July 16, 2010 Submit to Appropriate District Office

☐ AMENDED REPORT

		VVE	LL LOCA	A HON A	MD ACKE	IGE DEDICA			
AF	Pl Number		ŀ	Pool Code Pool Name					-
		8559 CAPROCK; DUEEN						9 11	
Property C				DC	Property Nam		_	We	ell Number
303				RC					312
OGRID N				CEL	Operator Nam				Elevation 4423'
2471	28			UEL	ERO ENER	GYIILP			4423
					Surface Locat	ion			
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	34	13-S	31-E		500	NORTH	1650	EAST	CHAVES
<u> </u>			<u> </u>	Bottom Hole	E Location If Diffe	rent From Surface		<u>i</u>	
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infill C	onsolidation C	ode Ord	er No.	1			<u> </u>
40									
			NAD .	COORDINATE 7 NME	,00°S	1650'	complete to that this org unleased m proposed b well at this of such min pooling agr	sa Hu ntacele	ge and belief, and working interest or d including the as a right to drill this intract with an owner or to a voluntary
<u> </u>				3369.1 N					•
	'			1461.6 E	1		1 1	EYOR CERTIF	
				.152410° N 3.805779° V	v		was plotted me or unde	rtify that the well location I from field notes of actua I my supervision, and th I to the best of my belief.	al surveys made by at the same is true
				1	44			APRIL 20, 20	011
							Date of St. Signature		
							Certificate	Number Gary C Ronald	Eidson 12641 J. Eidson 3239 SC W.O.: 11.11.0907

Permit Comments

Operator: CELERO ENERGY II, LP, 247128 Well: ROCK QUEEN UNIT #312 API: 30-05-29181

Created By	Comment	Comment Date
pkautz	Land P/P	5/18/2011
DMULL	OCD Hobbs office has recieved form C-144CLEZ. OCD Permit Number P1-03264.	5/23/2011